
**ATLANTIC COAST
COPPER CORPORATION
LIMITED**

ANNUAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, **1974**



ANNUAL AND SPECIAL MEETING OF SHAREHOLDERS

The annual and special meeting of shareholders
will be held on Friday, June 6th, 1975
at 9:30 o'clock in the forenoon (Toronto time)
in the New Brunswick room, Royal York Hotel,
Toronto, Ontario

AR48

**ATLANTIC COAST COPPER
CORPORATION LIMITED**

**INTERIM REPORT
TO SHAREHOLDERS**

Six months ended June 30, 1974

ATLANTIC COAST COPPER CORPORATION LIMITED

P. O. Box 937, Saint John, N. B.

INTERIM REPORT TO SHAREHOLDERS

Six Months Ended June 30, 1974

STATEMENT OF EARNINGS (subject to audit)

	1974	1973
Investment income	<u>\$ 90,267</u>	<u>\$ 61,054</u>
	<u> </u>	<u> </u>
Expenses:		
Operating	33,180	29,552
Exploration	6,405	4,224
Federal income taxes	17,500	1,800
	<u>57,085</u>	<u>35,576</u>
Net profit for the period	<u>\$ 33,182</u>	<u>\$ 25,478</u>

STATEMENT OF SOURCE AND USE OF FUNDS (subject to audit)

Source:

From operations	<u>\$ 33,801</u>	<u>\$ 26,340</u>
	<u> </u>	<u> </u>

Use of Funds:

Purchase of 10,000 shares of Con. Rambler Mines Ltd.	<u>28,034</u>	<u>—</u>
	<u> </u>	<u> </u>
Increase in working capital	<u>5,767</u>	<u>26,340</u>
Working capital at beginning of period	<u>3,483,838</u>	<u>3,425,913</u>
	<u> </u>	<u> </u>
Working capital at end of period	<u>\$ 3,489,605</u>	<u>\$ 3,452,253</u>

At the annual shareholders' meeting held on June 25, 1974, all of the directors and officers of the company were re-elected and/or re-appointed.

The company's current exploration program includes the examination of certain mining claims in New Brunswick on a 50-50 basis with another company. Expenditures of \$6,405 had been incurred to June 30, 1974.

As shown above, the company acquired a further 10,000 shares of Consolidated Rambler Mines Limited in the period, bringing its total holding to 249,600 shares having a cost of \$809,155.

Saint John, N. B.
July 31, 1974

L. McC. Ritchie,
President

ATLANTIC COAST COPPER CORPORATION LIMITED

Incorporated under the laws of Ontario on May 15, 1956

DIRECTORS

A. G. KIRKLAND	Saint John, New Brunswick
D. A. MACFARLANE	Saint John, New Brunswick
DR. A. L. MCALLISTER	Fredericton, New Brunswick
G. F. PUSHIE	St. John's, Newfoundland
L. McC. RITCHIE	Saint John, New Brunswick

OFFICERS

L. McC. RITCHIE	<i>President</i>
A. G. KIRKLAND	<i>Vice-President</i>
D. A. MACFARLANE	<i>Secretary and Treasurer</i>
MRS. M. JONES	<i>Assistant Secretary</i>

HEAD OFFICE

SUITE 1101, 21 KING ST. EAST Toronto, Ontario

EXECUTIVE OFFICE

GOLDEN BALL BUILDING Saint John, New Brunswick

TRANSFER AGENT AND REGISTRAR

GUARANTY TRUST COMPANY OF CANADA Toronto, Ontario

AUDITORS

COOPERS & LYBRAND Saint John, New Brunswick

ATLANTIC COAST COPPER CORPORATION LIMITED

DIRECTORS' REPORT TO THE SHAREHOLDERS:

We are pleased to submit herewith the financial statements of the company for the year ended December 31, 1974 together with the auditors' report thereon.

Net earnings for the year 1974 were \$94,212 compared with \$56,202 in the previous year. This improvement reflects the higher investment income of the company which was the result of the higher interest rate on short term deposits prevailing in 1974 and an initial dividend of \$46,290 received from the company's shareholding in Brunswick Mining and Smelting Corporation Limited.

As already reported to the shareholders, the company increased its holdings in two of the investments held at the beginning of the year. The first was the purchase of 167,000 shares of Brunswick Mining and Smelting Corporation Limited for \$801,600 to bring the company's holding to 462,900 shares having an aggregate cost of \$1,678,923. The second was the purchase of 210,400 shares of Consolidated Rambler Mines Limited for \$618,972, bringing the company's holding to 450,000 shares (15.1% of the outstanding shares) having a total cost of \$1,128,406. While metal prices have softened considerably compared with the middle of 1974, it is our expectation such prices will recover when general economic conditions improve, resulting in a satisfactory profitability for these two mining companies.

During 1974, a total of \$11,964 was spent on exploration, concentrated mainly in the Coldstream area of central New Brunswick. This expenditure represented 50% of the cost of a joint venture with another company. Soil sampling and other geophysical and geochemical work were carried out. Results were sufficiently encouraging for our geological staff to recommend this program be continued in 1975.

At the annual shareholders' meeting to be held in 1975, the shareholders will be asked to consider and if thought fit, pass resolutions confirming revision of the company's by-laws. These revisions are being made, primarily to have the by-laws comply with the requirements of the Ontario Business Corporations Act.

On behalf of the Board.

L. McC. RITCHIE,
President.

April 8, 1975

COOPERS & LYBRAND

CHARTERED ACCOUNTANTS
801 BRUNSWICK HOUSE
SAINT JOHN, N. B., CANADA

AUDITORS' REPORT TO THE SHAREHOLDERS

We have examined the balance sheet of Atlantic Coast Copper Corporation Limited as at December 31, 1974 and the statements of earnings and retained earnings and source and use of working capital for the year then ended. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of the company as at December 31, 1974 and the results of its operations and the source and use of its working capital for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

COOPERS & LYBRAND

Chartered Accountants.

February 9, 1975

ATLANTIC COAST COPPER CORPORATION LIMITED

BALANCE SHEET AS AT DECEMBER 31, 1974

ASSETS

	1974 \$	1973 \$
CURRENT ASSETS		
Cash and short-term deposits with accrued interest	174,853	1,479,306
Marketable securities (quoted value - \$2,604,760; 1973 - \$2,692,000)	2,748,969	1,947,369
Accounts receivable	56,896	78,393
	<hr/> 2,980,718	<hr/> 3,505,068
INVESTMENTS IN ASSOCIATED COMPANIES (note 1)	1,400,093	781,121
FIXED ASSETS		
Vehicles and office equipment - at cost less accumulated depreciation of \$6,591; 1973 - \$5,353	3,294	4,531
	<hr/> 4,384,105	<hr/> 4,290,720

SIGNED ON BEHALF OF THE BOARD

L. McC. RITCHIE, Director.

D. A. MACFARLANE, Director.

LIABILITIES

CURRENT LIABILITIES

	1974 \$	1973 \$
Accounts payable and accrued liabilities	19,082	15,865
Income taxes payable	1,321	5,365
	<hr/> 20,403	<hr/> 21,230

SHAREHOLDERS' EQUITY**CAPITAL STOCK**

Authorized —

5,000,000 shares without par value

Issued and fully paid —

4,300,000 shares

RETAINED EARNINGS

	3,390,000	3,390,000
	<hr/> 973,702	<hr/> 879,490
	<hr/> 4,363,702	<hr/> 4,269,490
	<hr/> 4,384,105	<hr/> 4,290,720

ATLANTIC COAST COPPER CORPORATION LIMITED

STATEMENT OF EARNINGS AND RETAINED EARNINGS

For the Year Ended December 31, 1974

	1974 \$	1973 \$
REVENUE		
Investment income	188,157	120,311
EXPENSES		
Operating	79,423	56,050
Exploration costs	11,964	971
Depreciation	1,237	1,723
	<hr/> 92,624	<hr/> 58,744
EARNINGS BEFORE INCOME TAXES	95,533	61,567
PROVISION FOR INCOME TAXES	<hr/> 1,321	<hr/> 5,365
NET EARNINGS FOR THE YEAR	94,212	56,202
RETAINED EARNINGS — BEGINNING OF YEAR	879,490	823,288
RETAINED EARNINGS — END OF YEAR	<hr/> 973,702	<hr/> 879,490

NOTE:

The company is not presently conducting mining operations and earnings per share is not considered meaningful.

ATLANTIC COAST COPPER CORPORATION LIMITED

STATEMENT OF SOURCE AND USE OF WORKING CAPITAL

For the Year Ended December 31, 1974

SOURCE OF WORKING CAPITAL	1974 \$	1973 \$
From operations	95,449	57,925
	<hr/>	<hr/>
USE OF WORKING CAPITAL		
Purchase of shares of Consolidated Rambler Mines Limited	618,972	—
INCREASE (DECREASE) IN WORKING CAPITAL	(523,523)	57,925
WORKING CAPITAL — BEGINNING OF YEAR	3,483,838	3,425,913
WORKING CAPITAL — END OF YEAR	<u>2,960,315</u>	<u>3,483,838</u>
	<hr/>	<hr/>

ATLANTIC COAST COPPER CORPORATION LIMITED

NOTES TO FINANCIAL STATEMENTS

For the Year Ended December 31, 1974

1. INVESTMENTS IN ASSOCIATED COMPANIES

	1974		1973	
	Cost \$	Quoted Value \$	Cost \$	Quoted Value \$
Northern Canada Mines, Limited —				
253,271 shares	271,687	83,579	271,687	136,766
Consolidated Rambler Mines Limited —				
450,000 shares				
(1973 - 239,600 shares) ...	1,128,406	688,500	509,434	642,128
	<u>1,400,093</u>	<u>772,079</u>	<u>781,121</u>	<u>778,894</u>

2. DIRECTORS' AND SENIOR OFFICERS' REMUNERATION

The direct remuneration paid or payable to senior officers as defined by the Business Corporations Act aggregated \$2,050 in 1974. J. D. Irving, Limited was paid \$59,247 for executive services.

